

APRIL 9, 1979

THE DIRECTOR OF THE DIVISION OF STATE LANDS TOOK FORMAL ACTION ON APRIL 9, 1979 at 11:00 A.M. IN THE STATE LAND OFFICE, ROOM 411, EMPIRE BUILDING, 231 EAST 400 SOUTH, SALT LAKE CITY, UTAH 84111, ON THE BELOW LISTED MINERAL AND SURFACE BUSINESS MATTERS AS INDICATED.

MINERAL LEASE APPLICATIONS

OIL, GAS AND HYDROCARBON LEASE APPLICATION - APPROVED

Upon recommendation of Mr. Blake, the Director approved the Oil, Gas and Hydrocarbon lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The lands status has been examined and the lands found to be open and available.

Mineral Lease Appl. No. 36705	T18S, R5W, SLM.	Millard
Patricia V. Kendell	Sec. 8: All	1120.00 acres
A-303 Kearns Building	Sec. 9: $W\frac{1}{2}NW\frac{1}{4}$, $SW\frac{1}{4}$	
Salt Lake City, UT 84101	Sec. 17: $N\frac{1}{2}NW\frac{1}{4}$, $NE\frac{1}{4}$	

OIL, GAS, AND HYDROCARBON LEASE APPLICATION - PARTIALLY APPROVED AND PARTIALLY REJECTED

Upon recommendation of Mr. Blake, the Director approved the applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. These applications have been checked by the Minerals Division and found to be in order. The land status has been examined and the lands found to be open and available have been approved. The Director rejected the lands as listed below

Mineral Lease Appl. No. 36706	T18S, R5W, SLM.	Millard
Patricia V. Kendell	Sec. 4: Lots 2,3,4,	1527.59 acres
A-303 Kearns Building	Sec. 5: Lots 1,2,3,4,	
Salt Lake City, UT 84101	$S\frac{1}{2}N\frac{1}{2}$, $S\frac{1}{2}$	
	Sec. 6: Lots 1,2,3,4,	
	$SE\frac{1}{4}NW\frac{1}{4}$, $S\frac{1}{2}NE\frac{1}{4}$,	
	$NE\frac{1}{4}SW\frac{1}{4}$, $SE\frac{1}{4}$	
	Sec. 7: $N\frac{1}{2}NE\frac{1}{4}$, $SE\frac{1}{4}NE\frac{1}{4}$,	
	$NE\frac{1}{4}SE\frac{1}{4}$	

The Director rejected the following lands because they are not State land and order the refund of advance rental of \$282.00 to be refunded to the applicant.

T18S, R5W, SLM.	
Sec. 5, Lots 1,2,3,	282.58 acres
$S\frac{1}{2}N\frac{1}{2}$.	

The Director approved this application as to:

T18S, R5W, SLM.	
Sec. 4: Lots 2,3,4,	1245.01 acres
$SW\frac{1}{4}NW\frac{1}{4}$, $W\frac{1}{2}SW\frac{1}{4}$	
Sec. 5: Lot 4, $S\frac{1}{2}$	
Sec. 6: Lots 1,2,3,4	
$SE\frac{1}{4}NW\frac{1}{4}$, $S\frac{1}{2}NE\frac{1}{4}$,	
$NE\frac{1}{4}SW\frac{1}{4}$, $SE\frac{1}{4}$	
Sec. 7: $N\frac{1}{2}NE\frac{1}{4}$, $SE\frac{1}{4}NE\frac{1}{4}$,	
$NE\frac{1}{4}SE\frac{1}{4}$	

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OIL, GAS, AND HYDROCARBON LEASE APPLICATION - REJECTED

Upon recommendation of Mr. Blake, the Director rejected the Oil, Gas and Hydrocarbon lease application listed below because these lands are in conflict with SLA 257, SLA 260, and SLA 334, and ordered the refund of the advance rental of \$321.00 to the applicant. The filing fee is forfeited to the State.

Special Lease Appl. No. 352
Patricia V. Kendell
A-303 Kearns Building
Salt Lake City, UT 84101

T20S, R3W, SLM.
Sec. 10: NW $\frac{1}{4}$
Sec. 16: All
Sec. 19: NE $\frac{1}{4}$
Sec. 20: NW $\frac{1}{4}$
Sec. 30: Lots 3, 4, E $\frac{1}{2}$ SW $\frac{1}{4}$, S $\frac{1}{2}$ SE $\frac{1}{4}$
Sec. 31: Lots 1, 2, N $\frac{1}{2}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ NW $\frac{1}{4}$

Millard
1560.80 acres

METALLIFEROUS MINERALS LEASE APPLICATION - APPROVED

Upon recommendation of Mr. Blake, the Director approved the Metalliferous Minerals lease application listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The lands status has been examined and the lands found to be open and available.

Mineral Lease Appl. No. 36651
Main Street Equities, Inc.
301 Boston Building
Salt Lake City, UT 84111

T9S, R18W, SLM.
Sec. 2: All

Tooele
603.46 acres

\$44 refunded to the
applicant because of an
overpayment.

COAL LEASE APPLICATION - APPROVED

Upon recommendation of Mr. Blake, the Director approved the Coal lease application listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. This application has been checked by the Minerals Division and found to be in order. The land status has been examined and the lands found to be open and available.

Mineral Lease Appl. No. 36650
James P. Hendrix
4002 West Augusta
Phoenix, AZ 85021

T21S, R20E, SLM.
Sec. 16: All

Grand
640.00 acres

GEOTHERMAL STEAM LEASE APPLICATION - APPROVED

Upon recommendation of Mr. Blake, the Director approved the Geothermal Steam lease listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. This application has been checked by the Minerals Division and found to be in order. The land status has been examined and the lands found to be open and available.

Mineral Lease Appl. No. 36652
5-M, Incorporated
P.O. Box 752
Hurricane, UT 84737

T41S, R13W, SLM.
Sec. 36: NE $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$,
E $\frac{1}{2}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ NW $\frac{1}{4}$,
SW $\frac{1}{4}$

Washington
520.00 acres

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BORROW LEASE APPLICATION - REJECTED

Upon recommendation of Mr. Blake, the Director rejected the Borrow lease application listed below because the applicant will not offer to pay royalty. The Director ordered the advance rental of \$30.00 to the applicant, filing fee forfeited to the State.

Mineral Lease Appl. No. 36638	T14S, R14W, SLM.	Juab
Juab County	Sec. 2: SE $\frac{1}{4}$ SE $\frac{1}{4}$	40.00 acres
Juab County Court House		
Nephi, UT 84647		

RECLAMATION BOND - ML 35529 COAL

Emery Coal, Inc., submitted a reclamation bond to assure reclamation of lands disturbed by operations on the Mineral Lease No. 35529, Coal.

Surety Bond No. SL 6329494, Fireman's Fund Insurance as principal in the amount of \$5,000.00.

This bond is in order; therefore, upon recommendation of Mr. Blake, the Director accepted this bond.

EXPIRATION OF SLA 83

SLA 83 is a royalty agreement approved by the Board of State Lands on July 12, 1967, for the removal of oolitic sands from the bed of the Great Salt Lake in the W $\frac{1}{2}$ Section 25; SE $\frac{1}{4}$ SE $\frac{1}{4}$ Section 26, Township 1 North, Range 3 West, SLM. These sands were to be used for an organization known as Flowers Preservations, Inc., for preservation of various types of flowers.

There has been no operations under this agreement since 1973, and the agreement has now reached the end of its term; therefore, upon recommendation of Mr. Prince, the Director approved the expiration of SLA No. 83.

RELINQUISHMENT OF MINERAL LEASES

RELINQUISHMENT OF METALLIFEROUS MINERALS LEASES

The lessees under the Metalliferous Mineral leases listed below have filed relinquishments of these leases; Therefore, upon recommendation of Mr. Prince, the Director approved the termination of these leases and listing them for simultaneous bid.

ML 32840	Raymond Chorney	T26S, R17E, SLM.	
		Sec. 16: SW $\frac{1}{4}$ SW $\frac{1}{4}$	
		Sec. 32: W $\frac{1}{2}$ W $\frac{1}{2}$	200.00 acres
ML 32842	Raymond Chorney	T28S, R4E, SLM.	
		Sec. 32: NW $\frac{1}{4}$ SE $\frac{1}{4}$	
		Sec. 36: N $\frac{1}{2}$, N $\frac{1}{2}$ SW $\frac{1}{4}$, NW $\frac{1}{4}$ SE $\frac{1}{4}$	
		T28S, R5E, SLM.	
		Sec. 31: Lot 3, NE $\frac{1}{4}$ SW $\frac{1}{4}$	559.94 acres

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GRAZING LEASE ASSIGNMENTS *WJR*

GL 21045 Richard M. Palmer has submitted an assignment of GL 21045 to C. R. Taylor, 235 North 300 East, Tremonton, Utah. Upon recommendation of Mr. Johnson, the Director approved this assignment.

GL 20789 Spilsbury Land & livestock has submitted an assignment of GL 16967 and GL 20789 to Calvin D. and Mona W. Lowe (46.6336%), Legrande & Bette Lu Spilsbury (27.1529%), and A. R. Spilsbury Family Enterprises (26.2135%), 315 East Fourth South, Logan, Utah 84321. Upon recommendation of Mr. Johnson, the Director approved these assignments.

RIGHT OF WAY- APPROVED *WJR*

R/W No. 1739 Pacific West Exploration Co., P.O. Box 518 has submitted an application for a permit to conduct a geophysical survey across State land in Millard County, Piute County and Garfield County:

T20S, R8W, Sec 29;
T32S, R2W, Sec 34;

T30S, R1W, Secs 32,33,34;
T33S, R2W, Secs 3,9,10,15,21,22

The fee will be \$30.00 per mile for 6 miles, plus a \$20.00 application fee, for a total of \$200.00. School fund. The work is to be completed by November 30, 1979. Upon recommendation of Mr. Johnson, the Director approved this Right of Entry.

RIGHT OF WAY - CANCELLATION AND REFUND *KMH*

R/W No. 1734 Mountain Geophysical, P.O. Box 623, Richfield, Utah 84701 has submitted a request for cancellation of Right of Way No. 1734, and the refund of \$200.00 fee submitted for this easement. Upon recommendation of MR. Higgins, the Director approved the cancellation and refund on this Right of Way. The \$20.00 application fee forfeited to the State.

GRAZING LEASES TO BE CANCELLED *PM*

The following leases are to be cancelled due to non-payment of 1979 rental. Certified notices were mailed. Upon recommendation of Mr. Miller, the Director approved the cancellation of the grazing leases listed below

<u>NAME</u>	<u>ACCOUNT NO.</u>	<u>COUNTY</u>
Reuben Gardner	GL 16517	Juab
Rowan Williams	GL 16537	Iron
Edwin A. Lyman et al	GL 16706	Millard
Charles Gifford	GL 16769	Emery
James D. Ott et al	GL 16896	Kane
A. J. Anderson	GL 20022	Beaver
John D. Adams et al	GL 20375	Carbon-Emery
John D. Adams et al	GL 20417	Emery
Wendell Taylor	GL 20483	Emery
John D. Adams et al	GL 20636	Emery
Jorgensen Brothers	GL 20843	Millard-Beaver
Malcolm Jones	GL 20849	San Juan
Lake Powell Cattle	GL 20926	Kane
John D. Adams et al	GL 20931	Carbon-Emery
Dewey Jensen et al	GL 20941	Emery
Wallace Smith	GL 21047	Iron
Gary R. Farmer	GL 21147	Grand
Adams Investment Co.	GL 21220	Emery
Floyd Golding	GL 21244	Carbon

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PRIME RATE

Pgm

The prime rate is 11-1/2% and the re-discount rate is 9-7/8%. Federal funds are 10-1/8% to 10-3/16%.



WILLIAM K. DINEHART, DIRECTOR
DIVISION OF STATE LANDS



VERNA A. PETERSEN, RECORDS SUPERVISOR

4/9/79

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